

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, JANUARY 6, 2009**, upon the application of **XTO ENERGY, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation, Reservoir A; the Cotton Valley Formation, Reservoir A and the Haynesville Zone, Reservoir B**, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana.

1. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir B.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
4. To provide that with respect to horizontal wells drilled to the Haynesville Zone within the proposed units, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, the distance to any unit boundary will be determined based on the distance to the nearest perforation in the well and not based on the penetration point or terminus.
5. To authorize Applicant to drill, designate and utilize one (1) additional alternate unit well for HOSS RA SU71 at the location shown on the plat submitted with the application, in exception to the spacing provisions of Office of Conservation Order No. 289-A-g-3, effective October 7, 1977.
6. To authorize Applicant to drill, designate and utilize one (1) additional alternate unit well for CV RA SUQQ at the location shown on the plat submitted with the application, in exception to the spacing provisions of Order No. 289-J, effective March 1, 1974.
7. To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the hydrocarbons underlying HOSS RA SU71 and CV RA SUQQ which cannot be efficiently and economically drained by any existing well on such units.
8. To permit the operator of HOSS RA SU71 and CV RA SUQQ to produce the allowables assigned to these units from either the unit or substitute unit well, from any alternate unit well, or from any combination of such wells, at the option of the Operator.
9. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A, the Cotton Valley Formation, Reservoir A, and the Haynesville Zone, Reservoir B, or any combination thereof, in any well drilled on existing HOSS RA SU71, CV RA SUQQ and proposed HA RB SUGG in which the interests in the units from which production is to be combined downhole are identical.
10. To extend, except as in conflict herewith, the provisions of Order No. 289-R, effective April 29, 2008, as amended and supplemented by Order No. 289-R Series of Orders, to the proposed additional units for the Haynesville Zone, Reservoir B.
11. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A was initially defined in Order No. 289, effective October 1, 1954 and was further defined in Order No. 289-A-g-2, effective April 14, 1977.

The Cotton Valley Formation, Reservoir A was initially defined in Order No. 289-J, effective March 1, 1974, and was further defined in Order No. 289-J-1, effective April 14, 1977.

The Haynesville Zone, Reservoir B was initially defined in Order No. 289-R-1, effective April 29, 2008, and was redefined in Order No. 289-R-8, effective July 2, 2008.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

**JAMES H. WELSH
COMMISSIONER OF CONSERVATION**

Baton Rouge, LA

11/19/08;11/24/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.